Message Text

UNCLASSIFIED

PAGE 01 KARACH 00801 061340Z

41

ACTION NEA-09

INFO OCT-01 EUR-12 ISO-00 AID-05 CIAE-00 COME-00 EB-07

FRB-01 INR-07 NSAE-00 USIA-15 TRSE-00 XMB-04 OPIC-06

SP-02 CIEP-02 LAB-04 SIL-01 OMB-01 DODE-00 PA-02

PRS-01 DOTE-00 FMC-02 CG-00 OFA-01 DLOS-05 /088 W 037512

R 061115Z MAY 75 FM AMCONSUL KARACHI TO SECSTATE WASHDC 8826 INFO AMEMBASSY ISLAMABAD AMCONSUL LAHORE AMEMBASSY BUCHAREST

UNCLAS KARACHI 0801

E.O. 11652: N/A

TAGS: BEXP, EIND, EWTT, PK

SUBJ: FIRST CONTRACT AWARDED FOR PORT QASIM CONSTRUCTION

REF: KARACHI A-2, JAN 15, 1975 KARACHI A-9, JAN 31, 1975

BEGIN SUMMARY: PORT QASIM AUTHORITY (PQA) REPORTED BY KARACHI PRESS TO HAVE AWARDED INITIAL CONTRACT FOR MARGINAL WHARF CONSTRUCTION TO ROMANIAN FIRM. WORK ON THESE FIRST FOUR BERTHS SCHEDULED FOR COMPLETION BY END OF 1976. END SUMMARY

1. IN A SURPRISE MOVE PQA ON MAY 5 AWARDED CONTRACT FOR CONSTRUCTION OF PHASE I OF PORT QASIM PROJECT TO THE ROMANIAN STATE ENTERPRISE "CONSTRANSIMEX". PHASE I INVOLVES CONSTRUCTION OF AN 800-METER LONG MARGINAL WHARF PROVIDING FIRST FOUR DEEP WATER BERTHS OF PORT COMPLEX. BERTHS WILL BE USED FOR EXPORT BULK CARGOES OF CEMENT AND RICE AND IMPORT OF EQUIPMENT FOR ADJACENT STEEL PLANT BEING BUILT WITH SOVIET ASSISTANCE. APPROXIMATE COST OF PHASE I CONSTRUCTION WILL BE DOLS15.5 MILLION.

UNCLASSIFIED

PAGE 02 KARACH 00801 061340Z

- 2. CHAIRMAN PQA COMMODORE I.H. MALIK CONFIRMED ABOVE DETAILS AND INFORMED CONGENOFF THAT ENTRANCE OF ROMANIAN FIRM ONTO SCENE HAD BEEN COMPLETE SURPRISE TO HIM SINCE A YUGOSLAV FIRM HAD BEEN FAVORED BIDDER BUT HAD WITHDRAWN ITS QUOTATION AT LAST MOMENT OWING TO EXCESS COMMITMENTS ELSEWHERE AND ARRANGED FOR ROMANIAN'S TO COME IN WITH OFFER AT IDENTICAL PRICE. NEXT HIGHEST OFFER WAS FROM JAPANESE FIRM WHICH WOULD HAVE COST DOLS3 MILLION MORE IN FOREIGN EXCHANGE. NO U.S. FIRMS COMPLETED FOR PHASE I BIDDING. WHEN QUERIED CONCERNING ABILITY ROMANIAN FIRM TO MOBILIZE EQUIPMENT AND FINISH PHASE I ON SCHEDULE BY END 1976, MALIK SAID PQA HAD CLOSELY INTERROGATED ROMANIANS ON THIS QUESTION AND BELIEVED THEY COULD DO JOB, BUT HE HAD HIS FINGERS CROSSED. PHASE I, HE SAID, WILL PROBABLY INVOLVE CAISSON TYPE WHARF CONSTRUCTION RATHER THAN CEMENT PILING AS PLANNED EARLIER.
- 3. NEXT DEVELOPMENT IN PORT QASIM CONSTRUCTION WILL BE ARRIVAL HERE IN JULY OF ADB STUDY AND APPRAISAL TEAM, WHICH WILL EXAMINE PQA MASTER PLAN AND MAKE RECOMMENDATIONS CONCERNING PROSPECTIVE LOAN FOR CAPITAL DREDGING AND FURTHER WHARF CONSTRUCTION ESTIMATED COST OF DOLS60 MILLION.
- 4. COMMENT: FOLLOWING DISMISSAL OF FORMER PQA CHAIRMAN ARDESHIR COWASJEE IN DEC 1974, COMMODORE MALIK HAS BEEN WORKING HARD UNDER PRESSURE FROM MIN COMMUNICATIONS MUMTAZ ALI BHUTTO TO GET CONSTRUCTION UNDER WAY, WHICH WOULD LEAD TO COMPLETION OF FIRST FOURTH BERTHS IN ADVANCE OF STEEL MILL NEEDS. MALIK NOW BELIEVES HE CAN MAINTAIN SCHEDULE, BUT MUCH WILL DEPEND ON YET UNDETERMINED CAPABILITIES OF ROMANIAN CONTRACTORS.

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: CONSTRUCTION, INDUSTRIAL DEVELOPMENT, PORTS, CONTRACTS Control Number: n/a

Copy: SINGLE Draft Date: 06 MAY 1975 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: n/a Disposition Approved on Date: Disposition Authority: n/a Disposition Case Number: n/a Disposition Camment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a

Disposition Reason: Disposition Remarks:

Document Number: 1975KARACH00801
Document Source: CORE
Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: N/A Errors: N/A

Film Number: D750158-0564

From: KARACHI

Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1975/newtext/t19750578/aaaactjb.tel Line Count: 90

Locator: TEXT ON-LINE, ON MICROFILM Office: ACTION NEA Original Classification: UNCLASSIFIED Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators: n/a
Previous Classification: n/a Previous Classification: 11/a
Previous Handling Restrictions: n/a
Reference: 75 KARACHI A-2, 75 JAN 15, 75 1975
Review Action: RELEASED, APPROVED
Review Authority: SmithRJ

Review Comment: n/a Review Content Flags: Review Date: 23 SEP 2003

Review Event:

Review Exemptions: n/a
Review History: RELEASED <23 SEP 2003 by buchantr>; APPROVED <23 JAN 2004 by SmithRJ>

Review Markings:

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JÚL 2006

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: FIRST CONTRACT AWARDED FOR PORT QASIM CONSTRUCTION

TAGS: BEXP, EIND, EWWT, PK, RO To: STATE

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006